

**SECURITY AGREEMENT  
(DEPOSIT ACCOUNT)**

1. \_\_\_\_\_, DEBTOR, hereby grant to the State of California, Department of Water Resources, Secured Party, a security interest in the deposit account(s) described below to secure performance of the obligations set forth in Loan Contract/Funding Agreement \_\_\_\_\_ executed on \_\_\_\_\_ between Debtor and Secured Party.
2. The deposit account(s) which is(are) the subject of this agreement is(are) described below:
  - A. Account for deposit of Funds received from State:  
Bank \_\_\_\_\_ Phone No. \_\_\_\_\_  
Mailing Address \_\_\_\_\_  
Account and/or Ledger No. \_\_\_\_\_  
Account and/or Ledger No. \_\_\_\_\_
  - B. Account for deposit of ratepayer payments, prior to deposit with Fiscal Agent:  
Bank \_\_\_\_\_ Phone No. \_\_\_\_\_  
Mailing Address \_\_\_\_\_  
Account and/or Ledger No. \_\_\_\_\_  
Account and/or Ledger No. \_\_\_\_\_
  - C. Fiscal Agent Account:  
Bank \_\_\_\_\_ Phone No. \_\_\_\_\_  
Mailing Address \_\_\_\_\_  
Account and/or Ledger No. \_\_\_\_\_  
Account and/or Ledger No. \_\_\_\_\_
3. Debtor will notify Secured Party in writing immediately if any third party obtains or attempts to obtain a lien or other interest in the deposit account by attachment, execution, or other form of legal process.
4. Secured Party claims a security interest in these deposit accounts and does not waive any prior security interest in these or any other deposit account(s).

Date \_\_\_\_\_

\_\_\_\_\_  
*Debtor*

By \_\_\_\_\_

Title \_\_\_\_\_

Mailing Address \_\_\_\_\_

\_\_\_\_\_  
Phone No. \_\_\_\_\_State of California  
Department of Water Resources  
SECURED PARTYBy \_\_\_\_\_  
*Chief*Program: \_\_\_\_\_  
Post Office Box  
Sacramento, California